EDMUND G. BROWN JR. GOVERNOR

State of California HEALTH AND HUMAN SERVICES AGENCY



DIANA S. DOOLEY SECRETARY March 14, 2013

The Honorable Ed Hernandez California State Senate State Capitol Building, Room 2080 Sacramento, CA 95814

Dear Senator Hernandez:

The Administration is pleased to sponsor your Special Session legislation, Senate Bill (SB) X1 3, which would establish a Bridge Program in Covered California pending federal approval. In calling for the Special Session on Health Care Reform Implementation, the Governor specifically stated that options to allow low-cost health coverage to individuals with incomes up to 200% of federal poverty level within Covered California as allowed by federal law should be considered; therefore we are pleased to support your measure which would do just that.

We believe the Bridge Program will promote continuity of care and coverage by creating an affordable product for lower income Californians who are eligible for tax subsidies. This program is consistent with federal guidance related to this continuity principal in that it would allow Californians transitioning from Medi-Cal or Medi-Cal/CHIP coverage to Covered California to stay with the same health plan or issuer and provider network. Family members could also be covered by a single health plan or issuer with the same provider network. Continuity of care and coverage along with affordability are critical to ensuring high enrollment of low-income individuals in Covered California.

SB X1 3 also reflects our commitment to timely implementation of health care reform by providing for these low cost options to be offered as soon as possible. The immediate Bridge program would be implemented in 2014 as we continue to work with our Covered California and federal partners to develop a proposal to expand the eligibility for a broader Bridge plan.

I appreciate your collaboration with the Administration on this effort, and look forward to working closely with you to successfully enact this critical legislation.

Sincerely,

Diana Dooley Secretary

Diana S. Desley

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Alcohol and Drug Programs

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Community Services and Development

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Emergency Medical Services Authority

Health Care Services

Managed Health Care

Managed Risk Medical Insurance Board

Public Health

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Statewide Health Planning and Development

Page 2 SBX1 3 March 14, 2013

cc: Peter V. Lee, Executive Director, Covered California
David Panush, Director of Government Relations, Covered California
Lark Park, Deputy Legislative Secretary, Governor's Office
Brent Barnhart, Director, Department of Managed Health Care
Sherrie Lowenstein, Deputy Director of Legislative Affairs, Department of Managed Health Care
Scott Bain, Consultant, Senate Committee on Health